

1 PRESTON DuFAUCHARD  
California Corporations Commissioner  
2 WAYNE STRUMPFER  
Deputy Commissioner  
3 ALAN S. WEINGER (CA BAR NO. 86717)  
Lead Corporations Counsel  
4 JUDY L. HARTLEY (CA BAR NO. 110628)  
Senior Corporations Counsel  
5 Department of Corporations  
320 West 4<sup>th</sup> Street, Ste. 750  
6 Los Angeles, California 90013-2344  
Telephone: (213) 576-7604 Fax: (213) 576-7181

7 Attorneys for Complainant  
8

9 BEFORE THE DEPARTMENT OF CORPORATIONS  
10 OF THE STATE OF CALIFORNIA  
11

12 In the Matter of THE CALIFORNIA ) Case No.: 963-1934  
CORPORATIONS COMMISSIONER, )  
13 ) DEMAND FOR AND ORDER TAKING  
Complainant, ) POSSESSION OF THE TRUST FUNDS AND  
14 ) ESCROW RECORDS OF ASSET ESCROW  
vs. ) SERVICES, INC. PURSUANT TO  
15 ) CALIFORNIA FINANCIAL CODE SECTION  
16 ASSET ESCROW SERVICES, INC., ) 17621  
17 )  
Respondent. )  
18 )  
19 )

20 TO: ASSET ESCROW SERVICES, INC.  
21 707 Escondido Avenue, Suite 208  
Escondido, California 92084

22 CITY NATIONAL BANK  
23 5601 East Slauson Avenue  
24 City of Commerce, California 90040

25 WHEREAS, Preston DuFauchard, the California Corporations Commissioner  
26 ("Commissioner"), has found that Asset Escrow Services, Inc. ("Respondent"), an escrow agent  
27 subject to the Escrow Law (California Financial Code sections 17000 et seq.), is unable to remedy  
28 certain conditions set forth in the Notice and Summary of Findings Pursuant to section 17621 of the

1 California Financial Code issued by the Commissioner on October 15, 2007; and

2 WHEREAS, Respondent is conducting escrow business in an unsafe, injurious and unauthorized  
3 manner, so as to render further operations hazardous to the public and to customers in that

4 Respondent has:

5 (a) abandoned the escrow business;

6 (b) failed to provide the Commissioner with copies of the bank reconciliations or trust  
7 account bank records in violation of Financial Code section 17404 and California Code of  
8 Regulations, title 10, section 1732.2; and

9 (c) failed to properly wind and liquidate its escrow business despite having been given at  
10 least six months to do so.

11 NOW, GOOD CAUSE APPEARING, pursuant to Financial Code section 17621, the  
12 Commissioner, effective this date, hereby demands and takes possession of the trust accounts of  
13 Asset Escrow Services, Inc., and all bank and escrow records pertinent thereto, and will retain  
14 possession thereof until the Commissioner appoints a conservator, or until its affairs are finally  
15 liquidated as provided for in Division 6, Chapter 6 of the Financial Code, or it resumes business with  
16 the consent and upon such conditions as the Commissioner may prescribe.

17 Dated: October 15, 2007  
18 Los Angeles, CA

PRESTON DuFAUCHARD  
California Corporations Commissioner

19  
20 By \_\_\_\_\_  
21 Alan S. Weinger  
22 Lead Corporations Counsel  
23  
24  
25  
26  
27  
28